

4 Sectors of the U.S. Economy

SS5E2- Describe the functions of the four major institutions in the U.S. economy in each era of US history

Household

- **Definition:** Provide resources in the form of labor then turn around and use the \$ received from the labor to consume goods and services (people)
- **Example-** my house, friends houses

Private Business

○ **Definition-** business not controlled by the gov't that provide the goods and services needed by people (can be big or small)

○ **Example-** Wal- Mart, Zaxby's

Banks

○ **Definition:** provide checking accounts, saving accounts and loans to the people. Loans help people buy things they usually could not afford.

○ **Example:** Bank of America, Suntrust,

Government

o **Definition:** serve the people by national defense, education, transportation and control taxes (which pay for the things the government does to serve the people)

o **Example:** local, state, federal